

A G E N D A



Recommendation for Council Action

Austin City Council Work Session	Item ID	31654	Agenda Number	C.5
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Meeting Date:	3/18/2014	Department:	Budget Office
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Subject

Approve a resolution declaring the City of Austin's official intent to reimburse itself from November 2012 General Obligation Bonds to be issued for expenditures related to the 2012 Bond Program Proposition 14 Parks and Recreation Department facility renovations and improvements in the amount of \$600,000. Related to Item # C.4.

Amount and Source of Funding

\$600,000 in General Obligation Public Improvement Bonds to be issued in August 2014 or later.

Fiscal Note

A fiscal note is attached.

Purchasing Language:	
Prior Council Action:	
For More Information:	Ed Van Eenoo, Deputy Chief Financial Officer, 974-2638
Boards and Commission Action:	
MBE / WBE:	
Related Items:	

Additional Backup Information

For the City to spend money today, but reimburse itself from the issuance of debt obligations in the future, a reimbursement resolution is required by state and federal law. The resolution must contain certain information and is generally drafted by bond counsel to protect the tax-exempt status of the future issuance. The resolution must be passed not more than 60 days after the date that the cost to be reimbursed is paid. Failure to adopt a qualified declaration of official intent will prohibit the City from reimbursing the cost with the proceeds of tax exempt obligations. Reimbursement bonds generally must be issued 18 months after the later of, the date the expenditure was made, or the date that the project, with respect to which the expenditure was made, is placed in service.

This action expresses the City Council's intent to authorize the reimbursement for costs associated with 2012 Bond Program Proposition 14 Parks and Recreation Department facility renovations and improvements in the amount of \$600,000.